



Recommendation for Action

File #: 20-2813, **Agenda Item #:** 29.

8/27/2020

Posting Language

Approve ratification of an amendment to the agreement with DBG Austin South LLC, for the City to occupy the real property located at 4200 South Interstate Highway 35 for emergency housing, supportive housing and isolation of individuals related to the COVID-19 pandemic until September 30, 2020, with an option to extend for three additional one-month terms, for an amount not to exceed \$1,726,020.

Lead Department

Office of Real Estate Services

Fiscal Note

Funding in the amount of \$1,726,020 is available in Fiscal Year 2019-2020 General Fund Emergency Reserve Fund Operating Budget.

Prior Council Action:

20200409-066: On April 9, 2020 City Council approved the ratification of an agreement to possess real property related to the COVID-19 pandemic.

For More Information:

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Additional Backup Information:

This action ratifies the execution of an amendment to the agreement with DBG Austin South LLC, to occupy the hotel for isolation of individuals related to COVID-19 pandemic and who cannot safely self-quarantine. The amendment includes use of 129 guest rooms and surrounding parking lot area. The Term of the Original Agreement began on April 1, 2020 and had a 60-day initial term with two options to extend at a rate of \$270,900 per month. The Amendment extends the initial term to September 30, 2020 and allows for three (3) additional one-month extensions based on a rate of \$7,740.00 per day (\$232,200 per 30-day month or \$239,940 per 31-day month).

The health of Austin and Travis County residents and visitors is our highest priority. Our public health officials are taking appropriate actions to ensure the health and safety of our community. Austin-Travis County leaders have declared a "local state of disaster" to more proactively increase preventative measures in the region. Leasing this facility will allow for us to house individuals who do not have the ability to self-isolate during the COVID-19 pandemic.

Strategic Outcome(s):

Health and Environment.